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DIVISION OF
OIL, GAS & MINING

L. ROBERT ANDERSON
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TELEPHONE
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September 5, 1989

m/037/050

Mr. Lowell Braxton
State of Utah, Department of Natural Resources
Division of Oil, Gas and Mining
355 West North Temple
Three Triad Center, Suite 350
Salt Lake City, UT 84180-1203

Re: S & S Mining - Red Rock - Clayton Stocks

Dear Mr. Braxton:

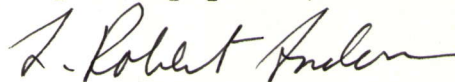
As you know, I represent Clayton Stocks with reference to the above and the letter from the Board of Oil, Gas and Mining dated August 22, 1989. We talked by phone today.

Clayton advises me that he met on the ground with Holland Shepard on August 30, 1989. The work to be done was discussed. Clayton plans to begin the latter part of this week and hopes to finish the work before September 28, 1989.

With reference to the hearing on September 28, 1989, you indicated that you will report to the Board that the reclamation work is proceeding. I assume you will also tell the Board that there is no need, at this time at least, to pursue the bond forfeiture proceedings since the work is being accomplished without such action.

You confirmed that all amounts held by the bank in excess of \$15,000 (the amount of the bond) will be promptly released and that when the work is finished 85% of the \$15,000 will also be released. You are going to write Clayton, with a copy to me, stating what you will report to the Board and that you do not feel it necessary for us to attend the hearing on September 28th.

Very truly yours,



L. Robert Anderson

LRA:ec

cc: Mr. Clayton Stocks
P. O. Box 414
Moab, UT 84532

Ltr9.LB